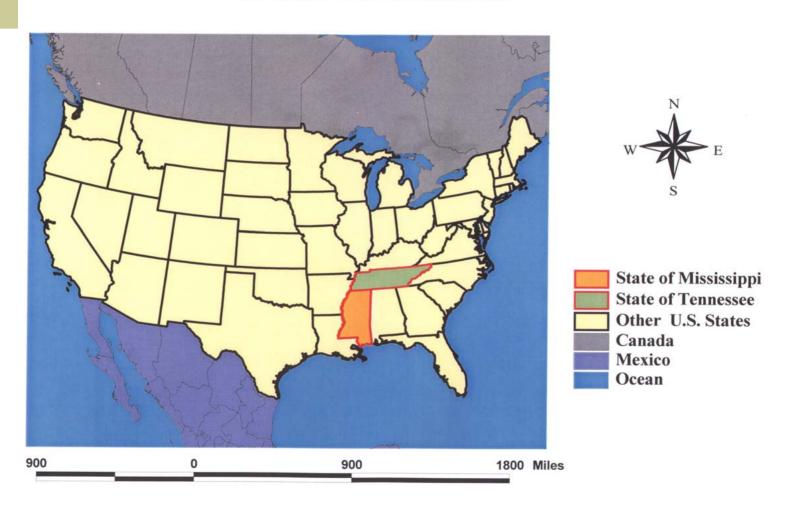
Project Overview

Objective: Feasibility study of siting a renewable energy, biomass-based installation on tribal lands.

Resources: Poultry Litter & Wood Waste

United States



Project Participants

Mississippi Band of Choctaw Indians: Workforce & Cultural Assessment -- Mr. John Hendrix

Mississippi Alternative Energy Enterprise: Project Management -- Mr. Charles "Bubba" Weir

MSU -- DIAL: Technology Analysis -- Dr. John Plodinec

MSU -- Food & Fiber Center: Resource Availability & Analysis -- Dr. Steve Murray

Applied Geo Technologies: Mapping & Geospatial Data -- Mr. James Young

MSU -- Dep't of Electrical & Computer Engineering: Load Analysis -- Dr. Noel Schulz

Objectives

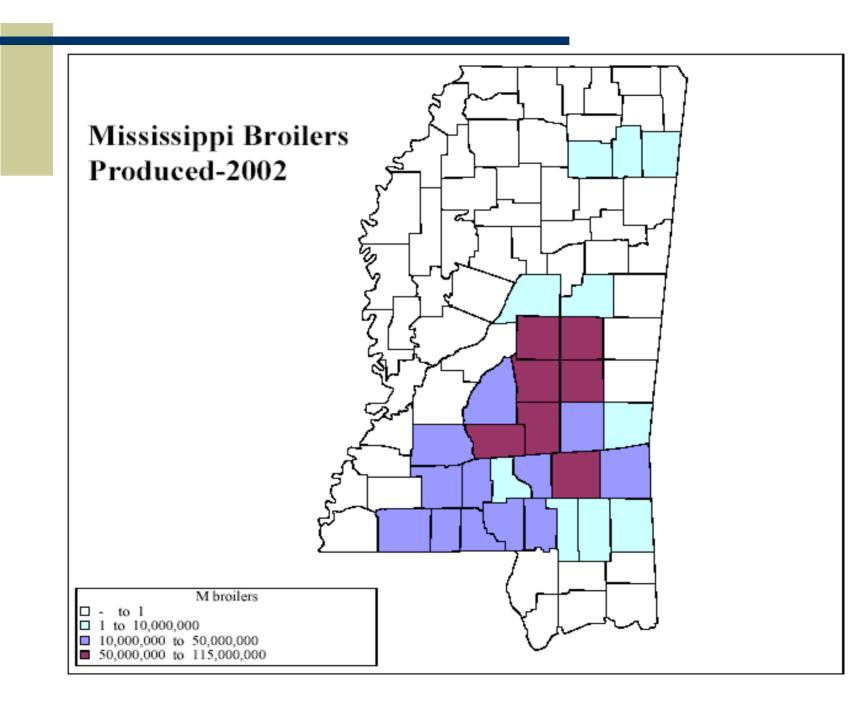
- Creation of technology-based jobs for tribal members
- Generate revenues for Tribal Government operations
- Diversify the Tribal economy
- Provide an environmental benefit by reducing poultry litter that is "dumped"
- Increase self-sufficiency of the MBCI for energy production

Tasks

- Resource availability assessment (Dr. Murray)
- Power utilization assessment (Dr. Schulz)
- Technology review (Dr. Plodinec)
- System design(s) (Dr. Plodinec)
- Manpower development assessment (Mr. Hendrix)
- Economic assessment (Dr. Murray)
- MBCI compatibility assessment (Mr. Hendrix)

Types of Available Biomass near the Choctaw Reservation

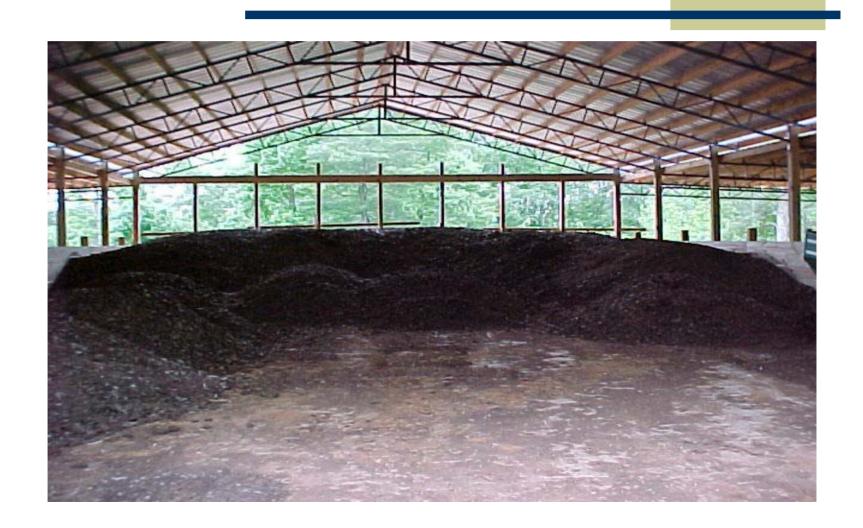
- Chicken litter
 - a mixture of wood shavings (bedding) and manure from chicken barns
- Wood waste
 - manufacturing residue,
 - logging residue



Modern Chicken House



Poultry Litter Storage Barn



Chicken Litter

- Composed of chicken manure and pine shavings
- The bedding placed in broiler grow-out barns
- Energy content is 5000-7000 BTU/lb.
- Disposal is a potential environmental issue because of its phosphorus content

Poultry Litter as Fuel

- ◆ Large-scale litter fired power generation such as Fibro Watt-uses 300,000 tons of litter and 150,000 tons of wood waste
- 40 Megawatt facility costs about \$100 million
- Cost of generating electricity is about 8 cents per Kwh
- Retail price of electricity in reservation area is about 5.5 cents per Kwh

FibroWatt



Biomass-Small Scale

- Study done by Miss. State Univ. Dept. of Electrical Engineering looked at using biomass to fuel a 100Kw power plant
- Used project life cycle analysis
- Concluded that over the life of the project, costs in excess of revenue were \$3.2 million

Market Situation for Poultry Litter

- Litter is used to fertilize pastures in reservation area (nitrogen).
- Its value is about \$10-\$18 per ton.
- New CAFO rules in effect in December 2002 had little effect on litter use in Mississippi.

Bio-Oil from Litter

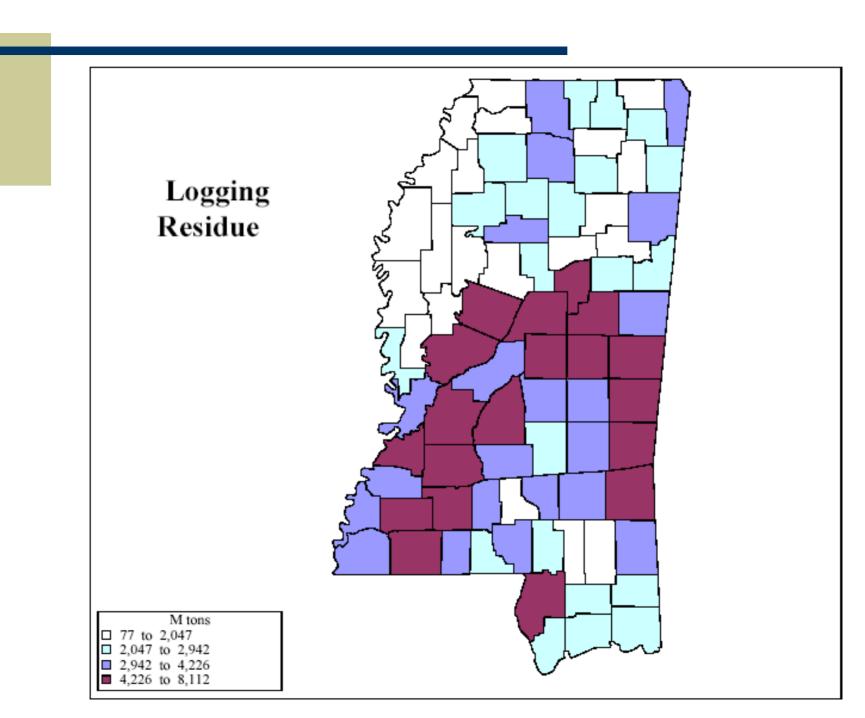
- Production is technically feasible
- No commercial process or equipment is available yet.

Conclusion about Litter

- Too expensive as a fuel
- Existing method of disposing by spreading on pasture as fertilizer will continue
- Next best use is as fertilizer for pine trees and as a row crop fertilizer.

Wood Waste Sources

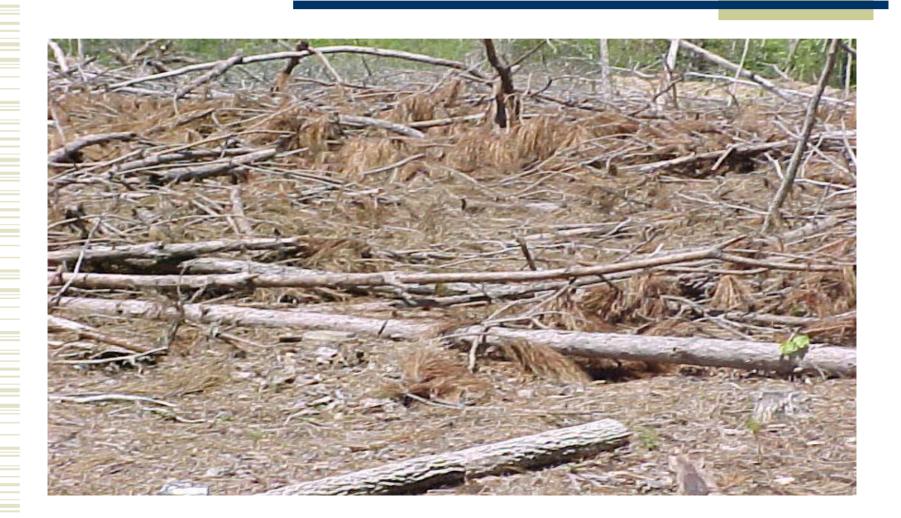
- Logging residue
- Manufacturing residue
- Thinnings from pine plantations



Recently Logged Tract

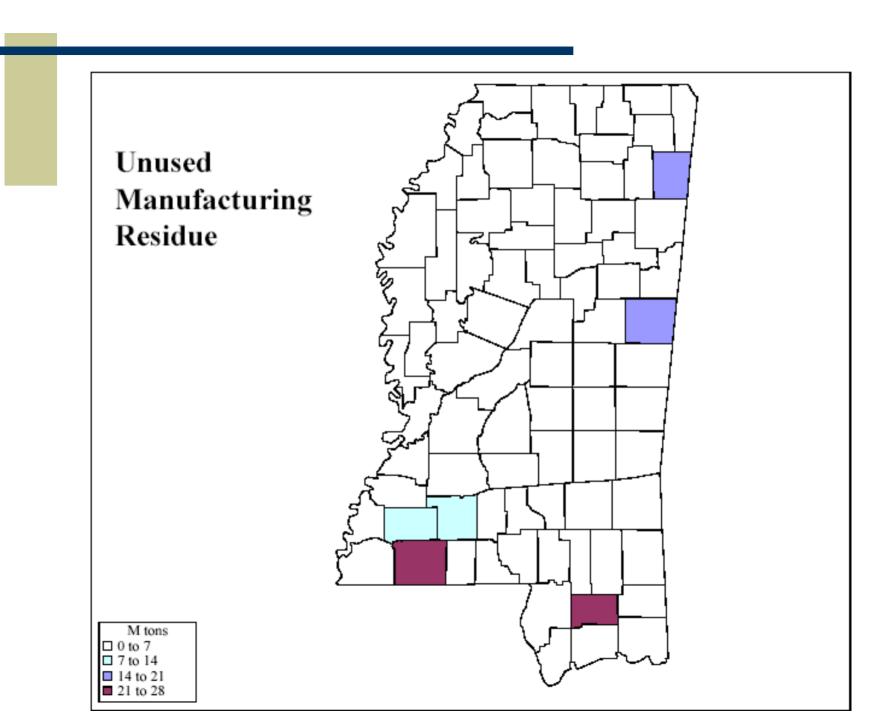


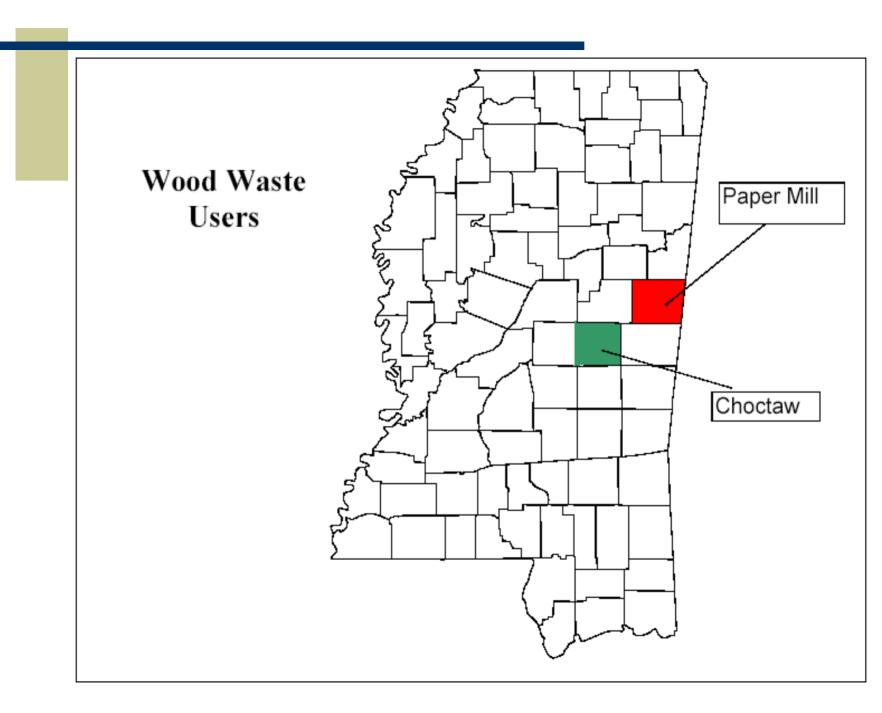
Logging Residue



Manufacturing Residue







Market for Wood Waste

- Weyerhaeuser paper mill about 60 miles from the reservation uses wood waste to fire its boilers. Value is \$25 per ton.
- Some bark is used to supply landscapers.
- Some waste is used for mulch.
- Cost of recovering logging residue is about \$40 per ton.

Conclusions about Wood Waste

- Disposal of wood waste in the reservation area is not a problem.
- Wood waste is a valuable commodity which responds to local market conditions
- At current market conditions using wood waste for power generation is not economic.

Other Wood Waste Uses

- Manufacture of wood-plastic composite lumber
- Found to be a highly competitive industry with several dominant firms
- Technically very feasible but difficult to establish marketing organization

Technology Assessment

Mississippi State University
Diagnostics & Instrumentation Lab (DIAL)
Dr. M.J. Plodinec, Director

Approach

Identify applicable technologies

Screen, to determine most promising

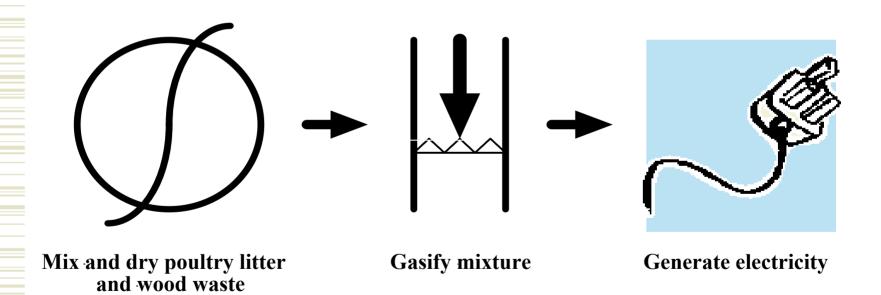
Develop detail for in-depth evaluation

Evaluate and recommend

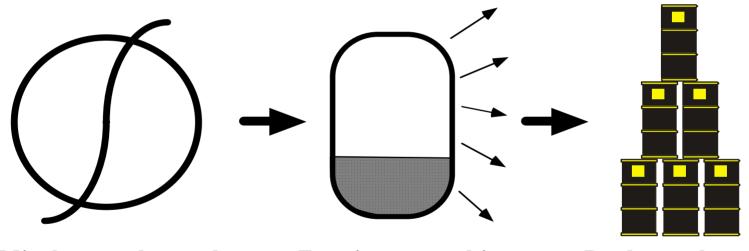
Identification and screening

- Criteria
 - Ready (or almost ready) for application
 - Possibility of profitability
- Results
 - CPC gasifier and WTT biorefinery selected for detailed evaluation
 - Bio-oil production still at bench-scale
 - Large-scael power production not economic

CPC gasifier



WTT bio-refinery



Mix, heat, and extrude poultry litter and wood waste

Fractionate resulting "bio-crude" oil

Produce value-added products

Assessment of CPC gasifier

- Pro's:
 - Portability
 - Ease of operation, maintenance
 - Fuel flexibility

- Con's
 - Cost / kW; grid power much cheaper for larger installations
 - No manufacturing or support base

Conclusion: can't be economically justified, for now

Assessment of WTT bio-refinery

- Pro's:
 - Fuel flexibility
 - Variety of products, some with high value
 - Potentially high ROI

- Con's
 - Only pilot plant scale
 - Products not yet made from this mix
 - Risks of market entrance

Conclusion: technically attractive, but market factors require further data

Future Plans

- Energy Efficiency Program within Tribal Facilities
- Solar evaluation at Water Park & Wellness Center
- Evaluate local "capacitor" option during heavy loading
- Evaluate distributed generation in residential areas